SURFACE USE PLAN

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HARVEY E. YATES COMPANY East Travis #2 1800' FSL & 2310' FEL Section 17, Township 18 South, Range 29 Easter, KEN 12000 Eddy County, New Mexico

1. EXISTING ROADS:

A. Exhibit A is a portion of New Mexico highway map showing the location of the proposed East Travis #2 well. The distance from Artesia, New Mexico to our wellsite is approximately 19 miles. To reach the proposed drillsite, travel east from Artesia on highway 82 for about 13.5 miles or until you reach highway 360. Turn south on highway 360 and travel for about 5 miles. Our proposed location is on the right hand (south) side of the road, an approximate distance of 600'.

2. PLANNED ACCESS ROADS:

A. We propose to improve approximately 530' of existing road. Our proposed new road will be approximately 150' in length and will be 12' wide and 6" compacted caliche. Please see Exhibit B for details.

3. LOCATION OF EXISTING WELLS:

A. There are several existing wells in this section and they are so marked on Exhibit B.

4. LOCATION OF TANK BATTERIES, ETC.:

A. There is a tank battery located on the Anadarko Yates 12-D located 1980' FSL & 1980' FEL of this section. There will be a tank battery located on the pad of the East Travis #1 located 1980' FNL & 1980' FWL of this section.

B. In the event that we drill a producing well, all production facilities will be located on the pad that will be built. We anticipate finding gas and will not require power lines. Plat of production facilities are shown on Exhibit D.

5. LOCATION AND TYPE OF WATER SUPPLY:

A. Water will be obtained from commercial sources.

6. SOURCE OF CONSTRUCTION MATERIAL:

A. Caliche will be needed for the road and pad construction and will be obtained from a federal pit located in the SW/4 SW/4 of section 8, T-18S, R-29E, Eddy County, N. M.